

ALPHABETICAL INDEX

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Schedule A - Part 1

NONE

Schedule A - Part 2

NONE

Schedule A - Part 3

NONE

Schedule B - Part 1

NONE

Schedule B - Part 2

NONE

Schedule BA - Part 1

NONE

Schedule BA - Part 2

NONE

E08

Showing all Long-Term BONDS Owned December 31 of Current Year

1	2	Codes			6	7	Fair Value		10	11	Change in Book Adjusted Carrying Value				Interest					Dates		
		3	4	5			8	9			12	13	14	15	16	17	18	19	20	21	22	
CUSIP Identification	Description	*	F o r e i g n	Bond CHAR	NAIC Designation	Actual Cost	Rate Used to Obtain Fair Value	Fair Value	Par Value	Book/Adjusted Carrying Value	Unrealized Valuation Increase/ (Decrease)	Current Year's (Amortization)/ Accretion	Current Year's Other Than Temporary Impairment Recognized	Total Foreign Exchange Change in B./A.C.V.	Rate of	Effective Rate of	How Paid	Admitted Amount Due & Accrued	Gross Amt. Rec. During Year	Acquired	Maturity	
31331X-RJ-3.....	Federal Farm Credit Bank Bond.....					2,402,711		2,430,000	2,400,000	2,401,583		(1,128)			5.000	4.940	MS	39,945	60,000	03/02/2007..	03/02/2009..	
0199999 - Total Bonds - U.S. Government - Issuer Obligations						2,402,711	..XXX	2,430,000	2,400,000	2,401,583		(1,128)			..XXX	..XXX	..XXX		39,945	60,000	..XXX	..XXX
0399999 - Total - U.S. Government Bonds						2,402,711	..XXX	2,430,000	2,400,000	2,401,583		(1,128)			..XXX	..XXX	..XXX		39,945	60,000	..XXX	..XXX
5499999 - Total - Issuer Obligations						2,402,711	..XXX	2,430,000	2,400,000	2,401,583	0	(1,128)	0	0	..XXX	..XXX	..XXX		39,945	60,000	..XXX	..XXX
6099999 Totals																						
6099999 Totals						2,402,711	XXX	2,430,000	2,400,000	2,401,583	0	(1,128)	0	0	XXX	XXX	XXX	39,945	60,000	XXX	XXX	

Schedule D - Part 2 - Section 1

NONE

Schedule D - Part 2 - Section 2

NONE

ANNUAL STATEMENT FOR THE YEAR 2007 OF THE Tennessee Behavioral Health, Inc.

SCHEDULE D - PART 3

Showing All Long-Term Bonds and Stocks ACQUIRED During Current Year

[illegible]

E11

ANNUAL STATEMENT FOR THE YEAR 2007 OF THE Tennessee Behavioral Health, Inc.

SCHEDULE D - PART 4

Showing all Long-Term Bonds and Stocks SOLD, REDEEMED or Otherwise DISPOSED OF During Current Year

[illegible]

Schedule D - Part 5

NONE

Schedule D - Part 6 - Section 1

NONE

Schedule D - Part 6 - Section 2

NONE

Schedule DA - Part 1

NONE

Schedule DB - Part A - Section 1

NONE

Schedule DB - Part A - Section 2

NONE

Schedule DB - Part A - Section 3

NONE

Schedule DB - Part B - Section 1

NONE

Schedule DB - Part B - Section 2

NONE

Schedule DB - Part B - Section 3

NONE

Schedule DB - Part C - Section 1

NONE

Schedule DB - Part C - Section 2
NONE

Schedule DB - Part C - Section 3
NONE

Schedule DB - Part D - Section 1
NONE

Schedule DB - Part D - Section 2
NONE

Schedule DB - Part D - Section 3
NONE

Schedule DB - Part E - Section 1
NONE

Schedule E - Part 2

NONE

Schedule E - Part 3

NONE

Tennessee Behavioral Health, Inc. - East Region
BHO TennCare Operations Statement of Revenue and Expenses
For the Year Ending December 31, 2007
Report 2A

	Current Quarter	Year to Date Total
Member Months	1,302,388	5,139,067
Revenues		
TennCare Capitation	38,431,379	143,240,300
Risk Share	0	0
Investment (Interest)	391,363	1,763,129
Other Revenues	0	0
Total Revenues	38,822,742	145,003,430
Expenses		
Mental Health & Substance Services		
Inpatient Psychiatric Facility services	8,739,948	34,915,088
Inpatient Substance Abuse Treatment and Detox	481,684	1,929,180
Outpatient Mental Health Services	7,450,478	33,103,831
Outpatient Substance Abuse Treatment and Detox	603,092	2,679,671
Housing/Residential Treatment	3,054,840	12,770,660
Specialized Crisis Services	1,247,502	4,960,816
Psychiatric Rehab and Support Services	416,153	1,654,873
Case Management	6,611,051	26,678,381
Forensics		
Other Judicial		
Pharmacy		
Lab Services	38,841	222,192
Transportation	1,047,111	3,932,770
Medical Incentive Pool and Withhold Adjustments		
Occupancy, Depreciation and Amortization		
Other Mental Health and Substance Abuse Services	0	0
PCP and Specialists Services		
Subtotal	29,690,700	122,847,465
Reinsurance Expense Net of Recoveries		
Less:		
Copayments		
Subrogation		
Coordination of Benefits		
Subtotal		
Total Medical and Substance Abuse	29,690,700	122,847,465
Claim Adjustment Expense	384,314	1,432,403
Administration ¹		
Rent	48,872	182,152
Salaries and Wages	1,757,892	6,551,959
Commissions	5,293	19,728
Contributions for benefit plans for employees		
Payments to employees under non-funded benefit plans		
Other employee welfare		
Legal fees and expenses	20,181	75,216
Medical examination fees		
Utilization management		
Certifications and accreditation	151	564
Auditing, actuarial and other consulting services	206,887	773,745
Traveling expenses	65,080	240,792
Marketing and advertising	42,117	156,976
Postage, express, telegraph and telephone	78,453	292,409
Printing and stationary	109,166	723,210
Occupancy, depreciation and amortization	801,310	2,986,619
Rental of equipment	1,244	4,637
Outsourced services includes EDP, claims, and other services	(1,413)	(5,267)
Books and periodicals		
Boards, bureaus and association fees	10,497	39,125
Insurance, except on real estate		
Collection and bank service charges	14,759	57,607
Group service and administration fees		
Reimbursements from fiscal intermediaries		
Real estate expenses		
Real estate taxes	933	3,478
Bad Debt Expense		
Taxes, licenses and fees:		
State and local insurance taxes		
State premium taxes	768,628	2,905,628
Insurance department licenses and fees		
Payroll taxes		
Other (excluding federal income and real estate taxes)	63,890	84,616
Investment expenses not included elsewhere		
Write-Ins		
Total Administrative Expenses	3,993,939	15,093,195
Total Expenses	34,068,952	139,373,062
Income/(loss) before allocated income taxes	4,753,790	5,630,367
Benefit (provision) for income taxes	(1,663,826)	(1,970,629)
Net Income (Loss)	3,089,963	3,659,739

¹ The ASO fee Administration expense breakout is assumed based upon current sub-contractor's expenses.

Tennessee Behavioral Health, Inc. - Middle/West Regions
BHO TennCare Operations Statement of Revenue and Expenses
For the Year Ending December 31, 2007
Report 2A

	Current Quarter	Year to Date Total
Member Months	506,210	2,011,640
Revenues		
TennCare Capitation	11,648,852	53,563,638
Risk Share	(737,281)	(4,216,102)
Investment (Interest)	179,666	713,257
Other Revenues	0	0
Total Revenues	11,091,237	50,060,793
Expenses		
Mental Health & Substance Services		
Inpatient Psychiatric Facility services	2,918,614	14,916,019
Inpatient Substance Abuse Treatment and Detox	94,601	427,221
Outpatient Mental Health Services	1,531,917	5,930,443
Outpatient Substance Abuse Treatment and Detox	123,998	480,023
Housing/Residential Treatment	1,132,088	3,889,504
Specialized Crisis Services	447,644	1,789,566
Psychiatric Rehab and Support Services	149,329	596,979
Case Management	2,004,931	8,177,415
Forensics		
Other Judicial		
Pharmacy		
Lab Services	(3,400)	(21,134)
Transportation	268,896	1,149,345
Medical Incentive Pool and Withhold Adjustments		
Occupancy, Depreciation and Amortization		
Other Mental Health and Substance Abuse Services		0
PCP and Specialists Services		
Subtotal	8,668,618	37,335,381
Reinsurance Expense Net of Recoveries		
Less:		
Copayments		
Subrogation		
Coordination of Benefits		
Subtotal		
Total Medical and Substance Abuse	8,668,618	37,335,381
Claim Adjustment Expense	116,488	535,636
Administration ¹		
Rent	14,813	68,115
Salaries and Wages	532,831	2,450,056
Commissions	1,604	7,377
Contributions for benefit plans for employees		
Payments to employees under non-funded benefit plans		
Other employee welfare		
Legal fees and expenses	6,117	28,127
Medical examination fees		
Utilization management		
Certifications and accreditation	(154)	211
Auditing, actuarial and other consulting services	63,774	290,236
Traveling expenses	19,438	92,815
Marketing and advertising	12,766	58,700
Postage, express, telegraph and telephone	23,780	109,344
Printing and stationary	101,147	383,724
Occupancy, depreciation and amortization	241,208	1,116,824
Rental of equipment	377	1,734
Outsourced services includes EDP, claims, and other services	(428)	(1,969)
Books and periodicals		
Boards, bureaus and association fees	3,182	14,631
Insurance, except on real estate		
Collection and bank service charges	5,020	22,132
Group service and administration fees		
Reimbursements from fiscal intermediaries		
Real estate expenses		
Real estate taxes	283	1,301
Bad Debt Expense		
Taxes, licenses and fees:		
State and local insurance taxes	1,875	1,875
State premium taxes	218,231	1,002,952
Insurance department licenses and fees		
Payroll taxes		
Other (excluding federal income and real estate taxes)	(107,510)	(99,628)
Investment expenses not included elsewhere		
Write-Ins		
Total Administrative Expenses	1,138,354	5,548,553
Total Expenses	9,923,460	43,419,571
Income/(loss) before allocated income taxes	1,167,777	6,641,222
Benefit (provision) for income taxes	(408,722)	(2,324,427)
Net Income (Loss)	759,055	4,316,795

Tennessee Behavioral Health - East
Reconciliation of Net Premium Income and Uncollected Premiums
A: December 31, 2007

		<u>Jan-07</u>	<u>Feb-07</u>	<u>Mar-07</u>	<u>Apr-07</u>	<u>May-07</u>	<u>Jun-07</u>	<u>Jul-07</u>	<u>Aug-07</u>	<u>Sep-07</u>	<u>Oct-07</u>	<u>Nov-07</u>	<u>Dec-07</u>	<u>Total</u>
Gross Revenue Paid		11,704,066.08	10,490,457.88	10,516,164.58	12,523,673.72	11,346,888.67	12,247,715.83	12,828,453.66	12,135,312.86	11,030,973.10	12,583,741.11	12,390,340.74	13,251,912.99	143,049,701.22
Change in Retro Revenue Accrual	1,2	(396,848.18)	736,141.54	668,638.90	(1,299,452.11)	17,408.14	370,041.91	(1,373,089.71)	(720,139.86)	1,982,513.85	137,451.50	(224,288.35)	292,221.01	190,598.64
Total Revenue		11,307,217.90	11,226,599.42	11,184,803.48	11,224,221.61	11,364,296.81	12,617,757.74	11,455,363.95	11,415,173.00	13,013,486.95	12,721,192.61	12,166,052.39	13,544,134.00	143,240,299.86
Retro Revenue Accrual														
Balance, December 31, 2006		1,559,631.24												
2007 Change in Balance		190,598.64												
Balance, December 31, 2007		1,750,229.88												
Uncollected Premiums														
December 2007 2.5% Withhold		331,297.81												
Retro Receivable	1,2	1,750,229.88												
Total Uncollected Premiums		2,081,527.69												

1. Due to timing of priority status assessment being submitted to the State and entered into payments system, at the time of initial payment certain members who would qualify for payment at the higher priority rates are paid at the non priority rates. TBH records an accrual related to this misclassification.
2. Accrual for retroactive member additions. Comparison of eligibility to remittance.

Tennessee Behavioral Health - Middle/West
Reconciliation of Net Premium Income and Uncollected Premiums
A: December 31, 2007

		<u>Jan-07</u>	<u>Feb-07</u>	<u>Mar-07</u>	<u>Apr-07</u>	<u>May-07</u>	<u>Jun-07</u>	<u>Jul-07</u>	<u>Aug-07</u>	<u>Sep-07</u>	<u>Oct-07</u>	<u>Nov-07</u>	<u>Dec-07</u>	<u>Total</u>
Gross Revenue Paid		5,160,589.65	4,870,763.38	5,243,113.90	4,730,105.41	4,648,213.79	4,753,411.39	4,672,762.58	4,672,205.92	4,248,681.53	3,369,769.42	4,031,735.83	3,990,542.12	54,391,894.92
Change in Retro Revenue Accrual	1,2	(39,154.11)	255,030.20	(100,784.16)	(253,889.16)	45,765.74	118,226.10	16,265.10	(768,242.92)	(358,278.53)	492,122.63	(118,608.75)	(116,708.91)	(828,256.77)
Total Revenue		5,121,435.54	5,125,793.58	5,142,329.74	4,476,216.25	4,693,979.53	4,871,637.49	4,689,027.68	3,903,963.00	3,890,403.00	3,861,892.05	3,913,127.08	3,873,833.21	53,563,638.15
Retro Revenue Accrual														
Balance, December 31, 2006		1,564,864.67												
2007 Change in Balance		(828,256.77)												
Balance, December 31, 2007		736,607.91												
Uncollected Premiums														
December 2007 2.5% Withhold		99,765.55												
Retro Receivable	1,2	736,607.91												
Total		836,373.46												

1. Due to timing of priority status assessment being submitted to the State and entered into payments system, at the time of initial payment certain members who would qualify for payment at the higher priority rates are paid at the non priority rates. TBH records an accrual related to this misclassification.
2. Accrual for retroactive member additions. Comparison of eligibility to remittance.

**TBH East IBNR Analysis
as of 12/31/07**

<u>Lag</u>	<u>G/L Balance</u>	<u>IBNR per lags</u>	<u>Difference</u>
Outpatient		552,638	
Inpatient			
Private & Residential		9,112,991	
		9,112,991	
Supported Housing		910,241	
IOP		408,899	
Partial		11,605	
Transportation		253,306	
In-Home		333,385	
	11,583,065	11,583,065	-

GL vs Projection Analysis

	GL	Projection	Margin
640-21400 FFS Claims	11,583,065	11,583,065	-
640-21982 FFS PAD	926,492	926,492	-
640-21000 CMHC Lookback (2)	3,815,368	3,815,368	-
640-21005 Claims Cutoff (3)	515,939	515,939	-
Subtotal	16,840,864	16,840,864	-

BHO																			
Tennessee Behavioral Health, Inc. - East Region																			
Reporting Month				For the Year Ended 12/31 12/31/2004	For the Year Ended 12/31 12/31/2005	For the Year Ended 12/31 12/31/2006	2007										For the Year Ended 12/31 12/31/2007		
Dec-07							Incurred Month												
							January	February	March	April	May	June	July	August	September	October		November	December
Enrollment							425,211	426,068	425,278	427,090	426,533	426,151	427,792	429,734	432,015	432,687	432,629	427,810	
TennCare Capitation Payment				81,971,791	156,246,417	133,511,394	11,279,658	11,393,755	11,460,202	11,540,331	11,686,007	11,844,513	11,959,333	12,206,337	12,311,077	12,381,809	12,442,209	12,412,452	142,917,684
Payments for Mental Health and Substance Abuse Services for the Month																			
Inpatient Payments by the Claims Processing System				13,927,032	26,372,200	30,161,995	3,927,947	3,536,572	4,084,455	3,423,478	3,861,762	3,317,743	3,572,248	3,444,874	3,270,864	1,867,265	942,278	93,182	35,342,666
Outpatient Payments by the Claims Processing System				3,382,880	7,951,677	5,452,704	504,043	463,005	479,695	470,552	475,145	456,986	456,398	484,888	407,437	437,473	295,751	117,077	5,048,450
Supported Housing Payments by the Claims Processing System				2,342,721	4,200,002	4,305,480	374,317	356,386	374,183	377,267	361,551	346,771	359,494	313,319	162,559	231,705	17,288	0	3,274,839
Intensive Outpatient Payments by the Claims Processing System				898,171	1,971,845	1,724,616	188,490	169,156	169,207	147,679	129,444	122,553	136,723	153,024	83,578	52,366	5,653	1,308	1,359,181
Partial Hospitalization Payments by the Claims Processing System				142,154	162,100	51,551	3,274	6,482	3,402	10,527	9,492	4,436	6,150	7,214	5,152	505	0	0	56,634
In Home Payments by the Claims Processing System				1,565,064	3,015,976	1,357,583	315,791	332,271	373,463	335,358	340,318	290,962	294,000	261,719	234,249	218,431	194,412	0	3,190,974
Transportation Payments by the Claims Processing System				1,539,468	3,199,625	3,132,054	286,911	252,443	289,353	286,429	294,536	272,089	280,068	306,432	218,521	242,592	192,558	91,766	3,013,696
Twenty-Three Hour Payments by the Claims Processing System				102,547	113,197	2,419	0	254	254	66	0	0	0	0	0	0	0	0	574
CMHC Capitation Payments				25,082,156	47,182,199	44,486,562	4,131,060	3,879,620	4,056,295	3,945,282	3,784,876	3,761,680	3,728,505	3,788,793	3,727,084	3,802,938	3,818,347	3,777,101	46,201,581
Other Capitation Payments				8,670,651	15,399,152	10,662,523	0	0	0	0	0	0	0	0	0	0	0	0	0
Grant Payments				7,327,540	12,752,211	10,384,250	806,764	821,027	821,247	807,729	809,507	820,327	817,833	817,833	815,556	829,635	817,767	817,767	9,802,995
Non-FFS Inpatient				72,290	21,492	0	0	0	0	0	0	0	0	0	0	0	0	0	0
Subcontractor Payments for Mental Health and Substance Abuse Services				306,992	532,681	368,716	29,323	28,101	28,233	29,377	28,208	24,017	29,667	28,317	28,317	30,008	28,459	29,012	341,040
Reinsurance Payment				0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
Other Payments/Adjustments to Mental Health and Substance Abuse Costs				1,297,954	339,117	11,810	3,370	8,268	4,435	1,574	22,483	8,035	32,910	2,004	219	143	33,517	5,691	122,650
Less:																			
Pharmacy Rebates				0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
Recoveries not Reflected in Payments by the Claims System				0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
Total Payments for the month				66,657,621	123,213,474	112,102,264	10,571,290	9,853,584	10,684,223	9,835,316	10,117,320	9,425,601	9,713,996	9,608,418	8,953,536	7,713,062	6,346,030	4,932,904	107,755,280
Remaining IBNR for the month				0	0	614,159	85,789	106,554	101,125	88,640	322,594	304,272	404,900	940,327	1,176,600	2,696,624	3,888,727	4,668,122	14,784,273
Payments and Remaining IBNR for the month				66,657,621	123,213,474	112,716,423	10,657,079	9,960,138	10,785,348	9,923,956	10,439,914	9,729,873	10,118,896	10,548,745	10,130,136	10,409,686	10,234,757	9,601,027	122,539,553

Medical Loss Ratio	81.3%	78.9%	84.4%	94.5%	87.4%	94.1%	86.0%	89.3%	82.1%	84.6%	86.4%	82.3%	84.1%	82.3%	77.3%	85.7%
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MEDICAL LOSS RATIO REPORT - TOTAL
MIDDLE WEST REGIONS

BHO

Tennessee Behavioral Health, Inc.																					
Reporting Month		Total Remaining IBNR Prior to June	For The Period 6/1 - 12/31/01	For the Year Ended 12/31 12/31/2002	For the Year Ended 12/31 12/31/2003	For the Year Ended 12/31 12/31/2004	For the Year Ended 12/31 12/31/2005	For the Year Ended 12/31 12/31/2006	2007												For the Year Ended 12/31 12/31/2007
Dec-07									Incurred Month												
									January	February	March	April	May	June	July	August	September	October	November	December	
Enrollment			169,346	169,277	168,768	166,514	166,278	166,188	166,188	166,682	166,189	166,650	167,254	167,903							
TennCare Capitation Payment		76,177,790	101,306,945	116,554,672	95,855,214	63,637,254	59,126,713	5,081,209	5,114,573	5,143,073	4,638,336	4,691,916	4,714,813	4,721,214	3,880,797	3,894,017	3,901,984	3,934,420	3,955,430	53,671,783	
Payments for Mental Health and Substance Abuse Services for the Month																					
Inpatient Payments by the Claims Processing System		13,018,319	15,256,689	19,106,470	15,505,067	8,267,291	9,881,513	1,635,619	1,384,305	1,481,576	1,303,984	1,266,115	1,160,663	1,113,205	1,112,781	484,433	478,199	377,019	58,487	11,856,387	
Outpatient Payments by the Claims Processing System		3,459,605	4,343,131	4,324,634	3,655,252	2,412,983	1,829,356	175,732	168,716	188,684	156,430	164,732	151,051	151,766	167,977	134,498	142,155	99,339	46,875	1,747,954	
Supported Housing Payments by the Claims Processing System		2,204,585	3,090,558	4,223,525	3,461,882	1,640,788	1,418,893	112,001	111,492	113,539	104,807	120,297	123,989	123,459	95,939	93,562	88,466	65,010	0	1,152,562	
Intensive Outpatient Payments by the Claims Processing System		563,037	932,527	1,162,988	994,644	372,276	233,533	27,897	27,950	27,634	22,726	20,133	18,400	19,826	14,647	5,289	6,095	1,213	0	191,811	
Partial Hospitalization Payments by the Claims Processing System		220,444	222,343	193,033	87,388	22,183	9,227	0	0	0	0	0	0	0	0	0	0	0	0	0	
In Home Payments by the Claims Processing System		372,465	1,356,750	1,462,095	1,253,771	645,619	225,836	34,058	31,723	22,761	33,850	30,241	35,720	33,981	37,721	41,330	22,761	20,570	0	344,716	
Transportation Payments by the Claims Processing System		1,530,086	1,876,548	2,183,472	1,750,292	887,141	894,741	90,909	82,445	89,044	75,463	82,323	71,893	59,645	47,713	40,615	44,712	36,944	17,123	738,829	
Twenty-Three Hour Payments by the Claims Processing System		13,856	5,379	22,597	51,494	1,421	1,066	0	0	0	0	0	0	221	0	0	0	0	0	221	
CMHC Capitation Payments		25,826,663	36,397,108	41,391,403	31,462,715	18,039,630	16,473,305	1,453,652	1,375,777	1,465,972	1,099,031	1,128,693	1,095,953	1,066,682	1,127,024	1,093,370	1,128,275	1,091,711	1,083,928	14,210,069	
Other Capitation Payments		12,512,835	15,237,654	18,782,397	13,628,225	9,081,724	6,309,652	0	0	0	0	0	0	0	0	0	0	0	0	0	
Grant Payments		7,634,564	10,116,641	10,653,907	7,864,218	4,370,240	4,204,294	357,765	354,114	353,812	258,465	258,556	258,663	270,425	270,425	269,525	295,461	294,561	294,561	3,536,335	
Non-FFS Inpatient		0	66,910	517,414	946,774	397,219	0	0	0	0	0	0	0	0	0	0	0	0	0	0	
Subcontractor Payments for Mental Health and Substance Abuse Services		1,231,721	1,262,836	535,337	396,661	211,636	146,829	11,916	11,333	11,323	11,666	11,164	15,356	11,728	11,194	11,863	11,469	11,251	11,469	141,734	
Reinsurance Payment		0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	
Other Payments/Adjustments to Mental Health and Substance Abuse Costs		333,081	1,285,920	2,407,885	2,185,239	149,715	30,978	229	994	4,088	450	1,626	0	272	1,222	1,451	1,777	2,205	1,393	15,707	
Less:																					
Pharmacy Rebates		0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	
Recoveries not Reflected in Payments by the Claims System		358,471	38,180	83,874	53,749	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	
Total Payments for the month		68,562,792	91,412,814	106,883,285	83,189,873	46,499,867	41,659,223	3,899,778	3,548,850	3,758,434	3,066,873	3,083,880	2,931,689	2,851,213	2,886,642	2,175,936	2,219,371	1,999,824	1,513,836	33,936,325	
Remaining IBNR for the month		-	0	0	0	0	0	14,121	8,551	9,540	11,574	13,156	40,536	55,363	89,486	153,057	718,006	907,324	951,180	1,325,267	4,283,040
Payments and Remaining IBNR for the month		68,562,792	91,412,814	106,883,285	83,189,873	46,499,867	41,673,345	3,908,328	3,558,389	3,770,008	3,080,029	3,124,416	2,987,052	2,940,699	3,039,699	2,893,943	3,126,696	2,951,003	2,839,103	38,219,360	

Medical Loss Ratio	90.0%	90.2%	91.7%	86.8%	73.1%	70.5%	76.9%	69.6%	73.3%	66.4%	66.6%	63.4%	62.3%	78.3%	74.3%	80.1%	75.0%	71.8%	71.2%
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TBH IBNR Analysis
as of 12/31/07

<u>Lag</u>	<u>G/L Balance</u>	<u>IBNR per lags</u>	<u>Difference</u>
Outpatient		216,428	
Inpatient			
Private & Residential		3,162,507	
		3,162,507	
Supported Housing		222,821	
IOP		53,298	
Partial		1,004	
Transportation		81,822	
In-Home		66,924	
	3,804,804	3,804,804	-

GL vs Projection Analysis

	GL	Projection	Margin
640-21400 FFS Claims	3,804,804	3,804,804	-
640-21982 FFS PAD	304,324	304,324	-
640-21000 CMHC Lookback	492,359	492,359	-
640-21005 Claims Cutoff	297,861	297,861	-
Subtotal	4,899,348	4,899,348	-
640-21805 Reinvestment	428,437	428,437	-
Total	5,327,784	5,327,784	-